January, 20, 2012

Power Dynamics Inc. (PDI) is not required to register for Reach for the following reasons.

1. PDI does not import into the EU articles of 1 tonne or more per year.

2. PDI does not produce any articles that contain substances that are intentional released under conditions of normal use or contain 1 tonne or more of a substance likely to be a Substance of Very High Concern (SVHC) at a concentration of >0.1% by weight.

PDI products contain no substances included on the candidate list updated as of (19 December 2011) according to article 59 (1, 10) of Regulation (EC) No 1907/2006 ("REACH") in a concentration above 0.1% weight by weight.

Paul F. Battista

Engineering Manager
Power Dynamics Inc.